

M e m o r a n d u m

To : Honorable Jerome E. Horton, Chairman
 Honorable Michelle Steel, Vice Chair
 Honorable Betty T. Yee, First District
 Senator George Runner, Second District
 Honorable John Chiang, State Controller

Date : August 20, 2013

From : David J. Gau, Deputy Director
 Property and Special Taxes Department

Subject : **Calendar Year 2014 Rate Setting - Hazardous Substances Programs and Occupational Lead Poisoning Prevention Fee Program**
 (September 2013 Calendar, Property and Special Taxes Deputy Director's Report)

In accordance with the Health and Safety Code Sections listed below, the tax and fees administered under the Hazardous Substances Tax Law are adjusted each year by the incremental change in the Consumer Price Index (CPI) published by the California Department of Industrial Relations. The increase in the CPI from June 30, 2012 to June 30, 2013 is 1.743 percent and was calculated as follows:

CPI @ June 30, 2013	241.926
CPI @ June 30, 2012	237.781
Increase in CPI	4.145
Percentage Increase	1.743%

I recommend that the 2014 calendar year rates for the tax and fee programs administered under the Hazardous Substances Tax Law be established according to the attached schedules identified as Exhibits A – D:

Health & Safety Code Section	Program	Exhibit
25174.2	Disposal Fee	A
25205.14	Permit-by-Rule or Conditional Authorization	A
25205.4	Facility Fee	A
25205.5	Generator Fee	A
25205.6	Environmental Fees	B
25205.7	Activity Fees	C
105190	Occupational Lead Poisoning Prevention Fee	D

Please place this item on the Board's September 2013 Property and Special Taxes Deputy Director's Report agenda for approval.

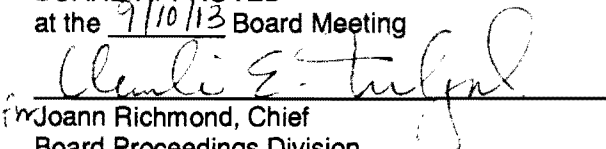
DJG:da
 Attachments

cc: Mr. Mike Gipson
 Mr. Joel Angeles
 Mr. Alan LoFaso
 Mr. Sean Wallentine
 Ms. Marcy Jo Mandel
 Ms. Joann Richmond
 Ms. Lynn Bartolo
 Ms. Debbie Kalfsbeek

Approved:


 Cynthia Bridges, Executive Director

BOARD APPROVED
 at the 9/10/13 Board Meeting


 Joann Richmond, Chief
 Board Proceedings Division

**Change
Consumer Price Index (CPI)
California Urban Consumers
June 2012 to June 2013**

Line (L)	Month	Description	Amount
1	Jun-13	CPI	241.926
2	Jun-12	CPI	237.781
3	<L1-L2>	Change	4.145
	<L3/L2>	Percentage Change	1.743%

The California CPI is established by the Department of Industrial Relations and is used to establish the fee structure for all programs per statute.

Source:

State of California Department of Industrial Relations
Division of Labor Statistics and Research
Consumer Price Index-California dated 7/26/2013
<http://www.dir.ca.gov/dlsr/CPI/PresentCCPI.PDF>

**Proposed Adjustments
Disposal Fee, Permit by Rule,
Conditional Authorization,
Facility Fee, Generator Fee
2014 Calendar Year**

Exhibit A

BASE RATES BY HAZARDOUS WASTE FEE PROGRAM:	2013 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2014
Disposal Fee (§25174.2) ¹	\$129.44	\$2.26	\$131.70
Permit by Rule (§25205.14)	\$1,457	\$25	\$1,482
Conditional Authorization (§25205.14)	\$1,457	\$25	\$1,482
Facility Fee (§25205.4)	\$30,005	\$523	\$30,528
Generator Fee (§25205.5)	\$4,173	\$73	\$4,246

¹ Please note, in contrast to the other base rates, which are rounded to the nearest dollar, the Disposal Fee base rate is rounded to the nearest cent as the Disposal Fee is computed for each ton of hazardous waste.

**Proposed Adjustments
Environmental Fee (\$25205.6)
2014 Calendar Year**

Exhibit B

NUMBER OF EMPLOYEES:	2013 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2014
50 to 74	\$297	\$5	\$302
75 to 99	\$522	\$9	\$531
100 to 249	\$1,039	\$18	\$1,057
250 to 499	\$2,228	\$39	\$2,267
500 to 999	\$4,160	\$73	\$4,233
1,000 or more	\$14,117	\$246	\$14,363

**Proposed Adjustments
Activity Fees (\$25205.7)
2014 Calendar Year**

Exhibit C

ACTIVITY FEES:	2013 FEES	PROPOSED FEE ADJUSTMENT	PROPOSED FEES 2014
Land Disposal Facility Permit Application Fee			
Large Facility:	\$579,421	\$10,099	\$589,520
Medium Facility:	\$337,361	\$5,880	\$343,241
Small Facility:	\$158,197	\$2,757	\$160,954
Incineration Facility Requiring a Permit			
Large Facility:	\$346,893	\$6,046	\$352,939
Medium Facility:	\$202,036	\$3,521	\$205,557
Small Facility:	\$95,298	\$1,661	\$96,959
Storage or Treatment Facility Permit Application Fee			
Large Facility:	\$114,360	\$1,993	\$116,353
Medium Facility:	\$59,088	\$1,030	\$60,118
Small Facility:	\$32,402	\$565	\$32,967
Standardized Permit Facility Application Fee			
Series A:	\$48,671	\$848	\$49,519
Series B:	\$30,385	\$530	\$30,915
Series C:	\$8,096	\$141	\$8,237
Transportable Treatment Unit Permit Application Fee			
Large Unit:	\$114,360	\$1,993	\$116,353
Medium Unit:	\$57,178	\$997	\$58,175
Small Unit:	\$24,779	\$432	\$25,211
Facility Postclosure Permit Application Fee			
Large Facility:	\$57,178	\$997	\$58,175
Medium Facility:	\$34,310	\$598	\$34,908
Small Facility:	\$15,245	\$266	\$15,511

**Proposed Adjustments
Occupational Lead Poisoning Prevention Fee (\$105190)
2014 Calendar Year**

Exhibit D

NUMBER OF EMPLOYEES:	PROPOSED		
	2013 FEES	PROPOSED FEE ADJUSTMENT	FEES 2014
Category A:			
Number of Employees:			
10 to 99	\$305	\$5	\$310
100 to 499	\$611	\$11	\$622
500 or more	\$1,527	\$27	\$1,554
Category B:			
Number of Employees:			
10 to 99	\$437	\$8	\$445
100 to 499	\$1,221	\$21	\$1,242
500 or more	\$3,494	\$61	\$3,555